

Refer to Confidential 1108 2006 file in COO 20013, 2006 for additional information

Report Confidential

Com Many am, Wryne H,

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08 November 2006

Ms. Jerriann Ernstsen Utah Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801

Dear Ms Ernstsen:

Enclosed please find three copies of the report titled "Class II Cultural Resource Inventory of the Lila Canyon Mine's Area of Potential Subsidence, Emery County, Utah." As you are aware, this report combines the initial report with the supplemental survey required by DOGM. We have made our best effort to incorperate the two projects and address all the comments provided by DOGM on the draft. The inventory resulted in the relocation of five previously recorded sites (42Em1121, 42Em1337, and 42Em1339, 42Em2255, and 42Em2256) and the documentation of three new sites (42Em3622, 43Em3623, and 42Em3659). Two of the sites (42Em2255 and 42Em2256) are recommended as eligible for inclusion to the National Register of Historic Places. Based on the results of the inventory, a determination of "no adverse affected" is proposed for this undertaking pursuant to Section 106, CFR 800. Based on the results of the inventory, a determination of "no historic properties affected" is proposed for this undertaking pursuant to Section 106, CFR 800.

After your review, please forward the appropriate copies of the report to Dr. Matt Seddon at the Utah State Historical Preservation Office and Mr. Blain Miller at the Price Field Office, Bureau of Land Management.

If you have any comments or question, please contact me

Lanth R. Montgomery

Sincerely,

cc:

Keith R. Montgomery Principal Investigator

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Mr. Jay Marshall, UtahAmerican Energy, Inc.

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DIV. OF OIL, GAS & MINING